

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

12

WS-02156A

Rio Verde Utilities

Sewer Division

25609 Danny Lane, Sk 1

Rio Verde, AZ 85963

ANNUAL REPORT

FOR YEAR ENDING

12	31	2006
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FOR COMMISSION USE

ANN05	06
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entered
4-18-07

COMPANY INFORMATION

Company Name (Business Name) <u>Rio Verde Utilities Inc.</u>		
Mailing Address <u>25609 N. Danny Lane, Suite 1</u>		
<u>Rio Verde</u> (City)	<u>AZ</u> (State)	<u>85263</u> (Zip)
<u>(480) 471-7247</u> Telephone No. (Include Area Code)	<u>(480) 471-7636</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address <u>rioverde@cox.net</u>		
Local Office Mailing Address <u>Same</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Sim Thomson</u>		<u>Vice President</u>	
(Name)		(Title)	
<u>25609-1 N. Danny Lane</u> (Street)	<u>Rio Verde</u> (City)	<u>AZ</u> (State)	<u>85263</u> (Zip)
<u>(480) 471-7247</u> Telephone No. (Include Area Code)	<u>(480) 471-7636</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address <u>rioverde@cox.net</u>			
On Site Manager: <u>Michael L. Kleminski</u>			
(Name)			
<u>25609-1 N Danny Lane</u> (Street)	<u>Rio Verde</u> (City)	<u>AZ</u> (State)	<u>85263</u> (Zip)
<u>(480) 471-7247</u> Telephone No. (Include Area Code)	<u>(480) 471-7636</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Jim Thomson

(Name)

25609-1 N. Danny Lane

(Street)

Rio Verde

(City)

AZ

(State)

85263

(Zip)

(480) 471-7247

Telephone No. (Include Area Code)

(480) 471-7636

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Richard Sallquist

(Name)

4500 S. Lakeshore Dr, Suite 339 Tempe

(Street)

(City)

AZ

(State)

85285

(Zip)

(602) 224-9222

Telephone No. (Include Area Code)

(480) 730-0761

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☒ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME Rio Verde Utilities, Inc - Sewer

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	1,386		
352	Franchises			
353	Land and Land Rights	50,513		
354	Structures and Improvements	280,336		
355	Power Generation Equipment	—		
360	Collection Sewers – Force	61,069		
361	Collection Sewers – Gravity	1,723,698		
362	Special Collecting Structures	194,885		
363	Services to Customers	562,446		
364	Flow Measuring Devices	—		
365	Flow Measuring Installations	—		
370	Receiving Wells	—		
380	Treatment and Disposal Equip.	2,383,397		
381	Plant Sewers	—		
382	Outfall Sewer Lines	—		
389	Other Plant and Misc. Equipment	—		
390	Office Furniture and Equipment	—		
391	Transportation Equipment	39,097		
393	Tools, Shop and Garage Equip.	21,333		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment			
398	Other Tangible Plant	76,860		
	TOTALS	5,453,238	1,786,785	3,666,453

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME Rio Verde Utilities, Inc. - Sewer

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	1386		
352	Franchises	—		
353	Land and Land Rights	59,513		
354	Structures and Improvements	280,336		
355	Power Generation Equipment	—		
360	Collection Sewers – Force	61,069		
361	Collection Sewers – Gravity	1,723,698		
362	Special Collecting Structures	194,885		
363	Services to Customers	562,446		
364	Flow Measuring Devices	—		
365	Flow Measuring Installations	—		
370	Receiving Wells	—		
380	Treatment and Disposal Equip.	2,383,397		
381	Plant Sewers	—		
382	Outfall Sewer Lines	—		
389	Other Plant and Misc. Equipment	—		
390	Office Furniture and Equipment	—		
391	Transportation Equipment	39,097		
393	Tools, Shop and Garage Equip.	21,333		
394	Laboratory Equipment	58,223		
395	Power Operated Equipment	—		
398	Other Tangible Plant	76,860		
	TOTALS	5,453,238	1.4076	76,760

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME Ro Verde Utilities - Sewer

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 21,597	\$ 44,710
134	Working Funds		
135	Temporary Cash Investments	547,498	644,429
141	Customer Accounts Receivable	62,450	58,332
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	161,062	63,387
174	Miscellaneous Current and Accrued Assets	149,451	337,834
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 941,998	\$ 1,148,692
	FIXED ASSETS		
101	Utility Plant in Service	\$ 5,443,390	\$ 5,453,238
103	Property Held for Future Use	1,290,354	1,290,354
105	Construction Work in Progress	149,001	149,001
108	Accumulated Depreciation - Utility Plant	(1,647,456)	(1,786,785)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 5,235,289	\$ 5,105,808
	TOTAL ASSETS	\$ 6,177,287	\$ 6,254,500

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Rio Verde Utilities - Sewer

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 41,371	\$ 54,748
232	Notes Payable (Current Portion)	117,892	118,772
234	Notes/Accounts Payable to Associated Companies	31,797	46,749
235	Customer Deposits		
236	Accrued Taxes	2655	2,809
237	Accrued Interest	14,976	
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 208,691	\$ 223,078
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 2,395,178	\$ 2,278,648
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits	19,624	17,180
271	Contributions in Aid of Construction	2,437,879	2,458,879
272	Less: Amortization of Contributions	(762,062)	(765,752)
281	Accumulated Deferred Income Tax	211,435	251,294
	TOTAL DEFERRED CREDITS	\$ 1,966,936	\$ 1,961,601
	TOTAL LIABILITIES	\$ 4,570,805	\$ 4,463,327
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,428,357	\$ 1,428,357
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	178,125	362,815
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,606,482	\$ 1,791,172
	TOTAL LIABILITIES AND CAPITAL	\$ 6,177,287	\$ 6,254,500

COMPANY NAME Rio Verde Utilities - Sewer

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 882,446	\$ 871,781
522	Measured Revenues		
536	Other Wastewater Revenues	55,762	113,202
	TOTAL REVENUES	\$ 938,207	\$ 984,983
	OPERATING EXPENSES		
701	Salaries and Wages	\$ 104,601	\$ 117,031
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	35,120	16,368
715	Purchased Power	61,633	69,650
716	Fuel for Power Production		
718	Chemicals	28,650	35,140
720	Materials and Supplies	9,464	7,602
731	Contractual Services - Professional	4,398	6,019
735	Contractual Services - Testing	3,473	2,468
736	Contractual Services - Other	86,033	79,467
740	Rents		
750	Transportation Expense	8,472	9,130
755	Insurance Expense	14,700	11,630
765	Regulatory Commission Expense		
775	Miscellaneous Expense	162,507	188,223
403	Depreciation Expense	77,508	76,760
408	Taxes Other Than Income	12,701	12,934
408.11	Property Taxes	36,879	31,668
409	Income Taxes	52,175	48,204
	TOTAL OPERATING EXPENSES	\$ 698,314	\$ 712,294
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 43,813	\$ 25,703
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(190,243)	(221,373)
	TOTAL OTHER INCOME/EXPENSE	\$ (146,430)	\$ (195,670)
	NET INCOME/(LOSS)	\$ 93,463	\$ 77,019

COMPANY NAME

Rio Verde Utilities Inc. Sewer Division

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/22/96	12/5/01		
Source of Loan	Co Bank	Co Bank		
ACC Decision No.	59392	63585		
Reason for Loan	Plant Expansion	Plant Expansion		
Dollar Amount Issued	\$ 2,000,000	\$ 1,179,398	\$	\$
Amount Outstanding	\$ 1,354,434	\$ 1,013,327	\$	\$
Date of Maturity	6/20/2016	12/21/2021		
Interest Rate	1/2 variable 1/2 9.8 %	Variable %	%	%
Current Year Interest	\$ 125960	\$ 95413	\$	\$
Current Year Principle	\$ 89,000	\$ 40,849	\$	\$

COMPANY NAME *Rio Verde Utilities, Inc.*

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	<i>extended aeration, tertiary treatment with pressure filters & effluent disinfection</i>
DESIGN CAPACITY OF PLANT (Gallons Per Day)	<i>700,000</i>

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
<i>25202 N. Forest Rd</i>	<i>3</i>	<i>10</i>	<i>530</i>	<i>2400</i>
<i>25202 N. Forest Rd</i>	<i>3</i>	<i>5</i>	<i>390</i>	<i>5100</i>
<i>Tonto Verde (east) L.S.</i>	<i>1</i>	<i>5</i>	<i>250</i>	<i>1340</i>
<i>Tonto Verde (east) L.S.</i>	<i>1</i>	<i>3</i>	<i>160</i>	<i>"</i>
<i>Tonto Verde (east) L.S.</i>	<i>1</i>	<i>1</i>	<i>60</i>	<i>"</i>
<i>Box DAA</i>	<i>2</i>	<i>1</i>	<i>13</i>	<i>146</i>

FORCE MAINS

Size	Material	Length (Feet)
<i>4-inch</i>	<i>PVC</i>	<i>400</i>
<i>6-inch</i>	<i>PVC</i>	<i>14441</i>
<i>2-inch</i>	<i>HDPE</i>	<i>2500</i>

MANHOLES

Type	Quantity
<i>Standard</i>	<i>482</i>
<i>Drop</i>	<i>118</i>

CLEANOUTS

Quantity
<i>104</i>

COMPANY NAME *Rio Verde*

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	PVC	5951
8	PVC	134,655
10	PVC	1312
12	PVC	12586
15	PVC	5200
18		
21		
24		
30		
8	DIP	380

SERVICES

Size (in inches)	Material	Quantity
4	PVC	1678
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	VACUUM & Plate Press w/yd ³ container
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Hypochlorination w/12.5% Bleach (1500 gallons storage)
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	7 Dual Media pressure sand filters
STRUCTURES (Buildings, Fences, Etc.)	Lab/office, WWTp wall enclosure, 3 Blower/Maintenance Bldgs.
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	STANDBY emergency generation - 75 KW (1), 130 KW (1) 230 KW (1) spectrophotometer, nephelometer, autoclave, oven, incubators

COMPANY NAME Rio Verde Utilities, Inc.

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
2/07	1597	6 247 000	267 000
1/07	1595	6 652 000	250 000
12/06	1594	5 443 000	242 000
11/06	1588	5 928 000	268 000
10/06	1583	4 097 000	188 000
9/06	1580	3 239 000	154 000
8/06	1577	3 390 000	170 000
7/06	1566	3 428 000	157 000
6/06	1559	3 921 000	233 000
5/06	1555	4 954 000	223 000
4/06	1553	6 747 000	283, 000
3/06	1547	7 033 000	276 000

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	<i>Reuse</i>
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	<i>37-121</i>
Groundwater Permit Number	<i>NA</i>
ADEQ Aquifer Protection Permit Number	<i>P-100197</i>
ADEQ Reuse Permit Number	<i>R-100197</i>
EPA NPDES Permit Number	<i>NA</i>

STATISTICAL INFORMATION

Total number of customers 1594

Total number of gallons treated 60,000,000 gallons

COMPANY NAME Rio Verde Utilities, Inc YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 29,586

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED
MAR 28 2006
MARICOPA COUNTY
TAX DEPT.

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Sim Thomson, VP</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

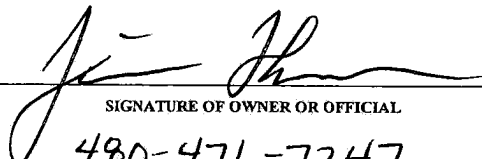
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

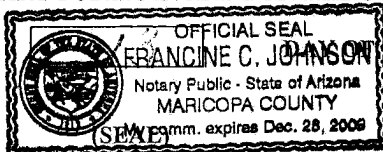
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2007</u>


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Dec. 28, 2009

COMPANY NAME Rio Verde Utilities Inc. YEAR ENDING 12/31/2006

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 289,148
Estimated or Actual Federal Tax Liability 96,017

State Taxable Income Reported 361,310
Estimated or Actual State Tax Liability 25,171

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/13/07
DATE

Jim Thomson
PRINTED NAME

VP
TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Jim Thomson, VP</u>
COMPANY NAME
<u>Rio Verde Utilities, Inc</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2006</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 988,632

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 3649
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13

DAY OF



MY COMMISSION EXPIRES

Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

COUNTY NAME
<u>Maricopa</u>
MONTH
<u>April</u>
YEAR
<u>2007</u>

Francine C. Johnson
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE**
Intrastate Revenues Only

RECEIVED

AZ CORP COMM
Director Jilhes

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>Jim Thomson</u>	TITLE <u>VP</u>
COMPANY NAME <u>Rio Verde Utilities, Inc.</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2006

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 811,781

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

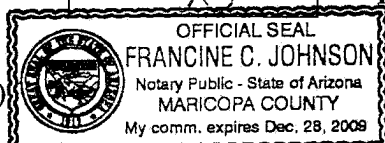
Jim Thomson
SIGNATURE OF OWNER OR OFFICIAL
480-471-7247
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13 DAY OF

(SEAL)



MY COMMISSION EXPIRES

Dec 28, 2009

NOTARY PUBLIC NAME <u>Francine C. Johnson</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	20 <u>06</u>

Francine C. Johnson
SIGNATURE OF NOTARY PUBLIC

PARCEL/ACCOUNT # 653-00-003-5



MARICOPA COUNTY TREASURER

DAVID SCHWEIKERT, TREASURER
301 W JEFFERSON ST - RM 100
PHOENIX, AZ 85003-2199

PROPERTY DESCRIPTION

SEC/LOT TWN/BLK RNG/TR

TOTAL VALUE OF OPERATING PROPERTY

*Property address: SITUS ADDRESS NOT AVAILABLE.

MARICOPA COUNTY 2006 PROPERTY TAX STATEMENT

TO UPDATE YOUR MAILING ADDRESS

please go to:

<http://treasurer.maricopa.gov>



814 830 *****AUTO**SCH 5-DIGIT 85262
RIO VERDE UTILITIES INC (SEWER DIVISION)
25609 N DANNY LN STE 1
RIO VERDE, AZ 85263-8131

SIGN UP FOR "PARCEL WATCH"
and receive an e-mail reminder for
second half payments.
<http://treasurer.maricopa.gov>

\$25.00 CHARGE IF CHECK
FAILS TO CLEAR BANK.

YOUR CHECK IS YOUR RECEIPT.

Primary (limited) Assessed Value 433,405

Secondary Assessed Value 433,405

Tax Area Code: 000003

	CONTACT #	COMPARATIVE 2005 AMT	RATE / 100	2006 AMT DUE
PRIMARY				
COUNTY EDUC. (ARS 15-991.01)	(602) 506-8511	7484.74	17394	7538.64
GENERAL COUNTY FUND	(602) 506-8511	4953.01	11794	5111.58
COMMUNITY COLLEGE DIST.	(480) 731-8621	3697.27	8815	3820.46
EDUCATION EQUALIZATION	(602) 506-8511	1803.12	0000	.00
SUBTOTAL		17838.14	38003	16470.68
SECONDARY				
FLOOD CONTROL OF MARICOPA COUNTY	(602) 506-1501	467.84	2047	471.70
CENTRAL ARIZONA WATER CONSV. DIST.	(623) 869-2333	498.50	1200	520.08
FIRE DISTRICT ASSISTANCE	(602) 506-8511	28.54	0068	29.46
COUNTY LIBRARY	(602) 652-3000	215.58	0507	219.72
COUNTY HEALTHCARE DISTRICT	(602) 344-5978	498.98	1184	513.16
*BONDS**				
-COUNTY		.00	0000	.00
-CITY		.00	0000	.00
-SCHOOLS		.00	0000	.00
-COMMUNITY COLLEGE		.00	0000	.00
SCHOOL DISTRICT OVERRIDES		570.58	1831	793.56
SUBTOTAL		2277.78	5837	2547.68
SPECIAL DISTRICT	DISTRICT #			
RIO VERDE FIRE DISTRICT	11578	(480) 471-2068	24382	10567.28
		30027.18	TOTAL FOR 2006	29585.64

*Property address is provided by the Maricopa County Assessor's Office.

(249565 = PRTCNT)

PAID